



**STATE OF TENNESSEE
DEPARTMENT OF FINANCE AND ADMINISTRATION
STATE CAPITOL
NASHVILLE, TN 37243-0285**

**PHIL BREDESEN
GOVERNOR**

**DAVE GOETZ
COMMISSIONER**

**FOR IMMEDIATE RELEASE
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December Revenues

Nashville – On an accrual basis December is the fifth month in the 2003-2004 fiscal year. Department of Revenue tax collections were \$709.6 million.

December revenues were \$28.3 million more than the budgeted estimates, Finance and Administration Commissioner Dave Goetz announced today. The general fund had a \$22.9 million overcollection and the four other funds overcollected by \$5.4 million.

Sales tax collections were \$2.8 million more than the estimate in December. For five months revenues are overcollected by \$40.8 million.

Franchise and excise tax collections were \$99.1 million, an overcollection of \$16.1 million for the month. Revenues are overcollected by \$1.9 million for five months.

Gasoline taxes and motor vehicle registrations were \$5.7 million more than the budgeted estimate of \$81.3 million in December.

Year-to-date collections for five months are \$82 million more than the budgeted estimates. The general fund is overcollected by \$71.1 million and the four other funds are overcollected by \$10.9 million. Sales tax estimates for the year are corrected by \$10.3 million to account for allocations to the telecommunications ad valorem tax reduction fund.

The budgeted revenue estimates are based upon the State Funding Board's consensus recommendation adopted by the first session of the 103rd General Assembly in May of this year.

<p align="center">REVENUE COLLECTIONS DECEMBER, 2003, AND 5 MONTHS YEAR-TO-DATE</p>
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December Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$563,476,000	\$586,375,000	\$22,899,000
Highway Fund	46,526,000	49,975,000	3,449,000
Sinking Fund	18,386,000	18,409,000	23,000
City & County Fund	50,704,000	52,878,000	2,174,000
Earmarked Fund	2,204,000	2,008,000	(196,000)
Total	\$681,296,000	\$709,645,000	\$28,349,000

Year-To-Date Collections:

	Budgeted Accrual Estimate	Actual	Difference
General Fund	\$2,798,505,000	\$2,869,625,000	\$71,120,000
Highway Fund	250,754,000	255,213,000	4,459,000
Sinking Fund	92,429,000	92,729,000	300,000
City & County Fund	256,117,000	261,513,000	5,396,000
Earmarked Fund	12,876,000	13,625,000	749,000
Total	\$3,410,681,000	\$3,492,705,000	\$82,024,000

Table 1
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	December			
	2002	2003	Change	Percent
Franchise & Excise	\$98,421,000	\$99,148,000	\$727,000	0.74%
Income	3,532,000	3,616,000	84,000	2.38%
Inheritance & Estate	4,406,000	8,128,000	3,722,000	84.48%
Gasoline	52,572,000	52,841,000	269,000	0.51%
Petroleum Special	5,205,000	5,279,000	74,000	1.42%
Tobacco	10,245,000	11,792,000	1,547,000	15.10%
Beer	1,329,000	1,496,000	167,000	12.57%
Motor Vehicle Registration	13,432,000	13,694,000	262,000	1.95%
Motor Vehicle Title	838,000	837,000	-1,000	-0.12%
Mixed Drink	3,289,000	3,358,000	69,000	2.10%
Business	293,000	657,000	364,000	124.23%
Privilege	14,932,000	14,608,000	-324,000	-2.17%
Gross Receipts	82,000	56,000	-26,000	-31.71%
TVA - In Lieu of Tax Payments	16,407,000	16,756,000	349,000	2.13%
Alcoholic Beverage	3,103,000	3,087,000	-16,000	-0.52%
Sales and Use	441,746,000	458,954,000	17,208,000	3.90%
Motor Vehicle Fuel	12,257,000	15,244,000	2,987,000	24.37%
Severance	77,000	90,000	13,000	16.88%
Coin-operated Amusement	14,000	4,000	-10,000	-71.43%
Total	\$682,180,000	\$709,645,000	\$27,465,000	4.03%

Table 2
Tennessee Department of Revenue
Comparative Statement of Collected Revenues

Class of Tax	August - December			
	2002	2003	Change	Percent
Franchise & Excise	\$294,510,000	\$331,974,000	\$37,464,000	12.72%
Income	5,328,000	7,753,000	2,425,000	45.51%
Inheritance & Estate	38,139,000	48,617,000	10,478,000	27.47%
Gasoline	260,968,000	257,520,000	-3,448,000	-1.32%
Petroleum Special	26,065,000	26,497,000	432,000	1.66%
Tobacco	45,747,000	51,356,000	5,609,000	12.26%
Beer	7,570,000	7,495,000	-75,000	-0.99%
Motor Vehicle Registration	76,811,000	81,391,000	4,580,000	5.96%
Motor Vehicle Title	4,494,000	4,501,000	7,000	0.16%
Mixed Drink	15,559,000	16,329,000	770,000	4.95%
Business	526,000	5,441,000	4,915,000	934.41%
Privilege	79,387,000	95,274,000	15,887,000	20.01%
Gross Receipts	10,308,000	9,930,000	-378,000	-3.67%
TVA - In Lieu of Tax Payments	83,787,000	85,105,000	1,318,000	1.57%
Alcoholic Beverage	13,599,000	14,533,000	934,000	6.87%
Sales and Use	2,224,274,000	2,375,309,000	151,035,000	6.79%
Motor Vehicle Fuel	68,560,000	73,123,000	4,563,000	6.66%
Severance	424,000	454,000	30,000	7.08%
Coin-operated Amusement	393,000	103,000	-290,000	-73.79%
Total	\$3,256,449,000	\$3,492,705,000	\$236,256,000	7.26%

Table 3
August - December Revenue Overcollections/(Undercollections)
Budgeted Estimate

	General Fund	Other Funds	Total
Sales Tax	\$ 39,000,000	\$ 1,800,000	\$ 40,800,000
Income Tax	700,000	200,000	900,000
Inheritance Tax	20,700,000	0	20,700,000
Privilege Tax	11,900,000	700,000	12,600,000
Business Tax	(2,200,000)	0	(2,200,000)
TVA	(200,000)	(200,000)	(400,000)
Gross Receipts	(2,100,000)	0	(2,100,000)
Gasoline & Motor Vehicle Registration	800,000	8,100,000	8,900,000
Other Taxes	600,000	300,000	900,000
Sub-Total	<u>\$ 69,200,000</u>	<u>\$ 10,900,000</u>	<u>\$ 80,100,000</u>
F & E Taxes	1,900,000	0	1,900,000
Total	<u><u>\$ 71,100,000</u></u>	<u><u>\$ 10,900,000</u></u>	<u><u>\$ 82,000,000</u></u>